1906-7
Gl. Finance

GENERAL AND REVENUE SECRETARIAT

SUBJECT.

Proposal of the advisory Commit
of the Damodar Dosf Charity
Trust to invest the Trust mone
in the new 4 p.c State loan.

From Mr. C.T. Dalal of 25-8-06

Requests that the amount at the credit of Damodara Dosf Charities Investment Fund may be invested in the new 4% Bhyroe loan.

To the Comptroller - No. Fl 1826 of 29-8-06

Forwards the above for needful action -

From - the Comptroller - No. 1428/204 of 5-9-0.

States that the new 4% loan is intended for depositors in Savings Banks having ungrudged at their credit, that no portions of Damodar Dosf Charities is kept in Savings bank but is lawfully in fact of Indian securities as also the half yearly interest accruing thereon and that the only way in wh the wishes of the Committee of which Mr. Dalal is a member, can be given effect to, is by first selling the Co ernment paper & then purchase the Bhyroe 4% paper if possible from the Savings bank deposits & the hence marked.

G.R.S. 58

J.C. Dalal Esqr. No. Fl. 2541 of 24-9-06

States for reasons given by the Comptroller that effect cannot be given to the suggestion made by the Hon'ble Mr. Parekh & Mr. Dalal.

Investment of the amount at the credit of Damodara
doss Chanbis Investment and the new-
ad loa

BRIEF ABSTRACT OF LETTER.

est. that the amount at the credit of Damodara do
may be invested in the Ra
Mysore Loan.

General and Revenue Secretariat.

File No. 72 of 1906-7

Serial No.

(1) Send the very card body to the Comptroller as ordered by the Govt.

(2) Is the Damodar Charity Trust in No. 1 or Savings Bank

(1) Mr. Dalal's letter will at once be sent to the Comptr. with the accompanying draft.

(2) No. It is invested in Govt of India 3½ p.c. pro rata.

Seen. Mandy 6/10. MH

To the Comptr., no: H: 1826 dated 29.8.06.

Forwards the above letter for needful action.

From the Comptr., no: 1428/204 dated 5-9-06.

States that the new four per cent loan, intended for depositors in Savings Banks having higher balances at their cre that no portions of the Damodara don

General and Revenue Secretariat.

Serial No.

Charities is kept in Savings Banks, but is wholly invested in Govt of India Securities as also the half yearly interest accruing thereon & that the only way in which the wishes of the Committee, of which Mr Dalal is a member, can be given effect to, is by first selling the Govt of India paper & then purchase the required 4% paper, if possible, from the Savings Banks depositors in the open market.

may a reply be sent to Mr Dalal on the lines suggested by the Comptroller - ? Submit with a draft.

~~may~~ the question of investing the amounts at the credit of the Ruling family & the Trust funds into the new 4% State loan, ~~can be~~ ~~may be in the 3½% Govt of India paper~~ forms the subject of the linked file ~~no~~ Sep + 84/06.

Submitted with the linked ~~papers~~ file.

K.S. 7.9.06.

Draft Submitted to Secy

Dewan 10/9/06

10/9/06

17-9-06

Draft approved by Dewan

To C. J. Dalal Esquire
No: H 2541 D 24.9.06
Sates for reasons given by the
Comptroller that effect cannot
be given to the Suggestion made
by the Hon'ble Mr. Parekh & Mr.
Dalal.

D 919
Barda
120 Rs - 8 -
Vth Complaint
for favour
of Precedent

My dear Sir,

As recently I have sent a copy of a letter we have sent from the members of the Committee appointed to advise Govt regarding the use of Damodar Das Tank / Khadgata branch It is signed by me Gokaldas Parekh & myself. The other members will also be asked to join us. I hope you will kindly order needful to be done. I know it is duely due to your generosity & sense of justice when you

ere a Councillor that we
have got a Share of this fund
to the Annual education of our
Community & I am sure
certain you will not fail
to assist us now as Duran
By what is now proposed we
shall materially increase
the amount of our Schools
Ships thus

Capital 120,000

Interest for 7 years 25 000

145 000 @ 4%.

= 58000 lbs a Year

Trust any promise you
will make among a very inevitable
thing we shall all be
grateful to you - with kind
regards Yours very truly
P. T. Dalal

W. P. Inamdar Esq

The Inspector General of Education

With reference to the 4% loan of 20 lacs of Rupees, to be borrowed by the Mysore State, we beg to request you will be good enough to invest the whole of the Six lacs of Damodardas Charity Fund or at least the portion allotted to the Khadayata Community, in the loan, so as to enable Govt to increase the number of scholarships, to our Community by 30%. The amount of 1 lac and 20 thousand was allotted to our Community in 1898 but 4 scholarships were given only in the current year. The interest on 1, 20, 000 Rs for the last seven years may be also kindly invested in a similar way. After the total amount at the Credit of the scholarship fund of

so invested, please let
us know annual income
at 4%; so that we may

convene a meeting of our Committee to
suggest to your benign Government,
measures for the utilizing of the extra income
for the general education of our community
for which His Highness, has been graciously
pleased to set apart the fund.
This application is signed by the President
and one member, to save time but
another copy signed by the other
members will be submitted in due course

We beg to remain
Sir
your most obedient servants
Sd Gokaldas K Parekh (President)

August 19th, 1906 } & C. T. Dalal

No. H 1826
& 29-8-0

The Secretary

I am directed to forward herewith for favour of needful action a letter No. & the 20th August 1906 with an Enclosure, in original, received from the S.P. of Dalai

requesting that the Order of the Dampadan Rest House may be considered in the new Act

No. 1428-E2 / 204

OFFICE OF THE COMPTROLLER, MYSORE GOVERNMENT,

Dated Bangalore, the 5th September 1906.

FROM

RAI N. G. BASU BAHADUR, M.A.,

COMPTROLLER, MYSORE GOVERNMENT.

To

K.S. Chandrasekhara Iyer. Esq., B.A., B.L.,

SECRETARY TO THE GOVERNMENT OF MYSORE,

General and Revenue DEPARTMENT.

SIR,

I have the honour to acknowledge the receipt, with your No. Fl.1826 dated the 29th August 1906, for needful action, a letter from Mr. C.T. Dalal, suggesting the investment of the money belonging to the Damodar Doss charity Fund, into the new four per cent Loan.

2. In reply I beg to explain that the new four per cent loan is intended for Depositors in Savings Banks having higher balances at th credit. No portions of the Damodar charities are kept in Savings Banks, but the whole amount was invested into Government of India Securities some years ago, and the half yearly interest as it accrues on the Government of India Pro-Notes, is under standing orders, directly invested into Government of India securities by the Bank of Madras.

3. The only way in which the wishes of the Committee, of which Mr. Dalal is a member, can be given effect to, is by first selling the Government Paper belonging to the charities in the open market and then with the proceeds purchasing the Mysore four per cent Paper. I do not think that sufficiently large quantities of the new four per cent Paper will leave the hands of the Savings Bank depositors to make it possible for me to purchase them in the open market for the Damodar charities and it is not wise in anticipation of possible purchase to sell Government of India Paper now earning interest. I am therefore afraid that the scheme suggested by the Committee is not at present within the range of practical finance.

4. If Government accept this view of the case, I beg that the

Rai N. G. Basu Ba[illegible], M.A.,
Comptroller, Mysore Govt.

To

Dated

Despatched 5 – 9 – 06

Received

No. 1428
204

Subject Matter.

Requesting that, if G. of I. have no objn., an order in modification of existing Pro may be issued, authorising the Comptr. Cent. to invest as funds in the Custody of the State etc.

necessary reply may be sent to Mr. Dalal. The two enclosures of your letter are herewith returned.

Extract to be dealt with separately

5. I take this opportunity to invite your attention to Government order No. 391-2 - D.C. dated the 21st February 1901. In this order it was directed that the interest on the investment now held on behalf of the Members of the Ruling Family and others should be invested into Government of India Pro Notes as it is realised. It is also laid down in other orders concerning each case that the fixed allowances due every year to the Members of the Ruling Family should be similarly invested at the commencement of each financial year.

6. I beg to submit that now that the State has a loan of its own bearing interest at a higher rate than that obtained on Government of India Pro Notes, some market should be created for the State Notes by making the State Investments and also the investments on behalf of the Ruling Family and Trust Funds, as far as possible, into the State loan.

7. I therefore request that, if Government have no objection, an order in modification of existing practice may be issued, authorising the Comptroller not to invest all funds in the custody of the State into Government of India Pro Notes as a matter of inflexible routine, but invest part at least into State Paper so far as such Paper may be available for sale in the open market at a fair price.

I have the honour to be,

Sir,

Your most obedient servant

Comptroller.

Diary No. of letter replied to 1044

General and Revenue Secretariat

( )

, *the* 24 Sept 1906

Date of issue — do —

Signed by W M Morrison Lieut

I am directed to acknowl
the receipt of your letter of the 20
August 1906, addressed to the Dewa
suggesting the investment of the
funds at the credit of the Damodara
Charities in the Mysore State Tw
per cent Loan of 1906, and to state
that the new loan is intended on
for the depositors in the Mysore Go
Savings Banks having at their cred
deposits in excess of the ~~sanctioned~~ present
limit of Rs: 5,000 /- no portion of t
Damodara Doss Charities Fund is held

the Savings Banks; but the whole fund together with the half yearly interest is, as it accrues, is invested in fat of India Securities. The only way in which the wishes of the Committee can be given effect to, is to first sell the securities in the open market and then with the proceeds to purchase the impose 4% Paper. It is unlikely that sufficiently large quantities of this latter Paper will leave the hands of the Savings Banks depositors to make it possible to invest the Baroda ~~xxx~~ Charities funds in it and it is not desirable, ~~to sell Fat of India Paper~~ in anticipation of possible purchase, to sell fat of India Paper now earning interest. In these circumstances, I am to state that the Secretary of State cannot agree to the suggestion made by the Hon'ble the Baroda

List of enclosures

I have—

Secretary

Copied by

Examined by

No 2574 & 24 Sept 06